

REQUEST FOR COUNCIL ACTION

MEETING 51 11-17-03 /
DATE:

AGENDA SECTION: CONSENT AGENDA		ORIGINATING DEPT: PUBLIC WORKS	ITEM NO. D-13
ITEM	AMENDMENT #1 TO 2003 ROCHESTER CITY LINES CONTRACT		PREPARED BY: A KNAUER <i>AK</i>

This is a request to amend the 2003 Rochester City Lines contract. The company is reimbursed on a deficit basis. Expenses and revenues are tracked monthly. Towards the end of third quarter it was noted that specific expenses items are over budget including driver and mechanic expense, health insurance and fuel costs. For the same period revenues are also surpassing budget projections but not enough to meet the additional expense. The budget provides for a deficit of \$1,407,755. Current projections show a deficit at year end of \$1,431,411 for a difference of \$23,656.

At this time there appears to be federal and State funds available under contract to cover most of this deficit. Actual projections based on the first 9 months show that the program could exceed available funds by approximately \$8,000. A hearing for a fare increase will be held on November 17, 2003. Some of the increases will be effective December 1, 2003 and should fill this gap.

The contract and any amendments are subject to the availability of federal and State funds.

REQUESTED COUNCIL ACTION

Adopt the prepared resolution amending the 2003 contract with Rochester City Lines increasing the maximum reimbursement for the operating deficit to \$1,431,411 subject to available State and federal funding.

COUNCIL ACTION: Motion by: _____ Second by: _____ to: _____

